

KASE WEEKLY

November 28 –
December 02
2022

KASE NEWS

- KASE [has formed](#) lists of securities of the first, second and third liquidity classes for December 2022.
- [The representative list](#) of indexes of KASE_BM* series has been changed.
- The [Rules](#) on Execution of Settlements on Foreign Currency Trades Results put into effect.
- Bonds [KZMJ00001469](#) (SKK024_146) of the akimdik of North Kazakhstan region, bonds [KZ2P00009160](#) (MFRFb5) of Microfinance organization "R-Finance" LLP, bonds [KZ2C00009199](#) (KZAPb3) of NAC Kazatomprom JSC are included in KASE official list.
- Trades in [bonds](#) of Kazakhstan Sustainability Fund JSC of four issues and units [KZPF00000553](#) (BCClbe) of IUIT "BCC Elite" were opened at KASE.
- Trades in common shares [US6541061031](#) (NKE_KZ) of NIKE, Inc. and [US6516391066](#) (NEM_KZ) of Newmont Corp. are suspended at KASE.
- Freedom Finance JSC was [assigned](#) the status of a market-maker on KASE for bonds of Kazakhstan Sustainability Fund JSC of five issues.
- Halyk Finance JSC was [assigned](#) the status of a market-maker on KASE for bonds KZ2D00004421 (EABRb6) and KZ2D00008828 (EABRb30) of the Eurasian Development Bank.

ISSUER NEWS AND ANNOUNCEMENTS

- The Ministry of Finance of Kazakhstan raised KZT35.5 bn on KASE by placing METIKAM-36 of the first issue ([KZKT00000016](#), MTM036_0001) and METIKAM-72 of the first issue ([KZKT00000040](#), MTM072_0001).
- TSSP Group LLP raised [KZT85.4 mln](#) and [KZT64.9 mln](#) on KASE by placing bonds KZ2P00009053 (TSSPb2).
- Akimdik of North Kazakhstan region raised KZT2.0 bn on KASE by placing bonds [KZMJ00001469](#) (SKK024_146).
- Kazakhstan Sustainability Fund JSC raised KZT78.1 bn on KASE by placing bonds [KZ2C00007557](#) (KFUSb22), [KZ2C00008704](#) (KFUSb40), [KZ2C00008902](#) (KFUSb44), [KZ2C00008928](#) (KFUSb46) and [KZ2C00008951](#) (KFUSb49).
- Dosjan temir joly JSC [redeemed](#) 2.0 mln of its bonds KZ2C00000701 (DTJLb1) on KASE for a total of KZT2.1 bn.
- KazTransOil JSC [announces](#) the conclusion of an agreement on the provision of a line of credit between Main Water Supply LLP and Halyk Savings Bank of Kazakhstan JSC.
- KazTransOil JSC [announces](#) the approval of the tariff for the service of unloading oil from railway tanks at the head oil pumping station "Aktau" for the purpose of export outside the Republic of Kazakhstan.
- Caspi neft JSC [paid](#) dividends on common shares KZ1C00000694 (KSNF) for nine months of 2022.
- KMK Munai JSC [paid](#) dividends on common shares KZ1C00000215 (LNPT) for 2019.
- Kazakhstan Sustainability Fund JSC [says](#) Fitch Ratings agency affirmed the company's rating at "BBB".
- Kazakhstan Housing Company JSC [says](#) Fitch Ratings affirmed the company ratings.
- National Company KazMunayGas JSC [provides](#) a presentation on operating and financial results for the nine months of 2022.
- Halyk Savings Bank of Kazakhstan JSC [announces](#) the completion of a deal to sell a subsidiary bank in Tajikistan.



02.12.2022

KASE Index	Price	Trends (%)	
		Δ 7D	Δ 1M
KASE Index	3 108,47	1,2	-0,5
First class of liquidity			
AO "Народный сберегательный банк Каза"	124,90	4,8	5,9
VANECK ETF TRUST	19,00	4,6	2,5
AO "КазТрансОйл"	582,85	2,4	- 14,9
NVIDIA Corp.	168,17	1,9	22,8
AO Kaspi.kz	34 338,88	0,9	11,6
AO "Казхателеком"	26 400,00	0,8	- 14,5
Ford Motor Company	15,22	0,7	11,7
AO "Банк ЦентрКредит"	619,00	0,7	- 0,6
AO "KM GOLD"	173,00	0,6	- 1,7
AO "НАК "Казатомпром"	12 562,04	0,4	- 4,2
AO "KEGOC"	1 578,90	0,3	- 0,3
Intel Corporation	29,71	0,2	3,1
AO "Банк ЦентрКредит" прив	349,16	0,0	- 0,0
AT&T Inc.	19,12	- 0,2	4,7
AO "ForteBank"	3,59	- 0,3	- 3,0
AO "Кселл"	1 543,98	- 0,4	0,5
Apple Inc.	148,72	- 1,1	0,8
Freedom Holding Corp.	60,03	- 1,4	9,5
AO "СНПС - Актобемунайгаз" прив	34 105,00	- 2,5	- 6,4
Yandex N.V.	13 498,99	- 4,4	- 13,5

Note: Index stocks are highlighted in green

The value of KASE index in November decreased by 2.2 % and by the end of the month amounted to 3,064.93 points. In November, common shares of three issuers were in the green zone: Kaspi.kz with an increase of 9.8 %, Halyk Bank - 3.2 % and Kcell – 0.3 %.

Last week, the value of KASE Index increased by 1.2 % to the level of 3,108.47 points. Shares of Halyk Bank showed the largest growth – plus 4.8 %, shares of Kaspi.kz – plus 0.9 % and shares of KazTransOil, recovering after the November decline, added 2.4 % over the week, shares of Kazakhtelecom rose by 0.8 %.

At the same time, Halyk Bank announced the completion of the transaction for the sale of 100 % of the shares of the subsidiary "Halyk Bank Tajikistan" in favor of the International Bank of Tajikistan.

Kazakhtelecom informed KASE about the upcoming payment of guaranteed dividends for 2022 on preferred shares in the amount of 300 tenge per share for a total of 89.6 mln tenge. According to the company's information, the payment will take place from December 5 to December 30, the list of shareholders entitled to receive dividends was compiled as of 00:00 on December 4.

On December 2, Halyk Finance, SkyBridge Invest, Freedom Finance and BCC Invest, which are joint bookrunners on the initial offer of shares of the National Company "KazMunayGas", announced the end of the period for accepting orders under the subscription for these shares.

Settlement of transactions under the IPO in accordance with the terms of the offer will be carried out on December 7. The opening of secondary trading is scheduled for December 8.

The volume of trading in shares in the "KASE Global" sector in November amounted to 1.2 bn tenge or \$2.5 mln. The largest trading volume in the specified period fell on the shares of AMD, Intel and Meta. At the same time, shares of AMD, Meta, Freeport-McMoRan, Boeing and NVIDIA rose in price by more than 25 %. We remind you that the KASE Global sector includes shares of American and European companies and is focused primarily on providing an opportunity to trade them for individual investors. It is expected that the bulk of transactions in this sector falls on this category of investors – 52 %, 14 % falls on brokerage organizations serving these clients. At present, trades in 46 shares and six ETFs of foreign issuers are open in the KASE Global sector.

Last week TSSP Group raised KZT150.3 mln on KASE on the debt capital market by placing annual bonds with a yield to maturity of 21 % APR. Kazakhstan Sustainability Fund placed five bond issues totaling KZT78.2 bn with a yield to maturity of 17.2–17.87 % per annum, as well as a yield equal to TONIA Compounded plus 2.3 % per annum, and with maturity of 1 year to 7 years. By the way, Kazakhstan Sustainability Fund announced that the Fitch Ratings agency affirmed the fund's rating at the "BBB" level.

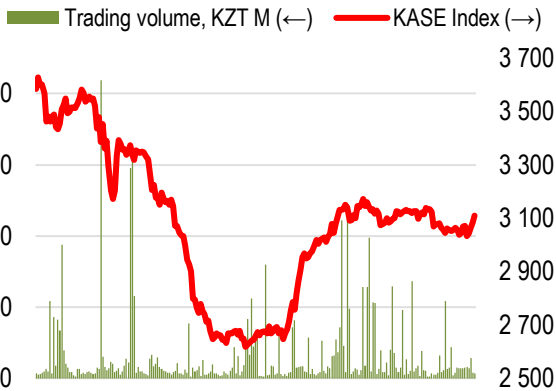
Fitch Ratings has affirmed Kazakhstan Housing Company's long-term foreign and local currency ratings at "BBB" with a stable outlook.

In the government securities market, the Ministry of Finance placed two issues of treasury bonds for a total of KZT35.5 bn for a period of 3 to 6 years and a yield of 15.92 % per annum within a week. Akimdik of the North Kazakhstan region raised 2 bn tenge on KASE by placing two-year bonds in order to finance the state program of housing and communal development "Nurly Zher" for 2020-2025.

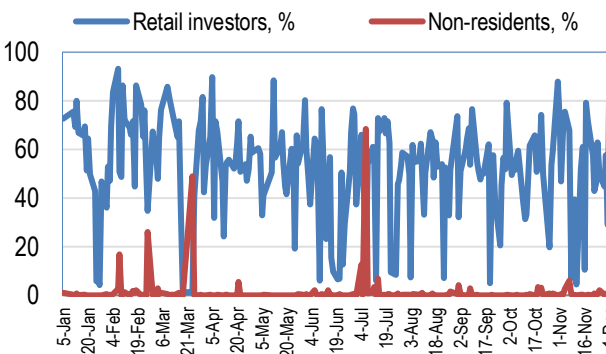
Last week, the Development Bank of Kazakhstan, the Agrarian Credit Corporation, SEC "DAMU AGRO", Bank RBK, VTB Bank (Kazakhstan) and others reported about coupon payments on their bonds.

Based on results of November, the main American and European stock indices showed growth by 5-8 %. Markets were propped up by the speech of the Federal Reserve Chairman Jerome Powell, who said that the Fed might reduce the pace of key rate hikes at the next meeting in December. Meanwhile, macroeconomic indicators in America are contradictory: GDP for the 3rd quarter is recalculated upward from 2.6 % to 2.9 % per annum, the number of jobs in the US private sector in November increased by only 127 thousand – this is the lowest figure since January, the index business activity in the industry in November fell to 49 points – the lowest value since "covid" May 2020. At the same time, the index in the manufacturing sector is now below the neutral 50 points in many countries: in the Eurozone – 47.1 points, in China – 48 points, the world average – 48.8.

KASE Index shares

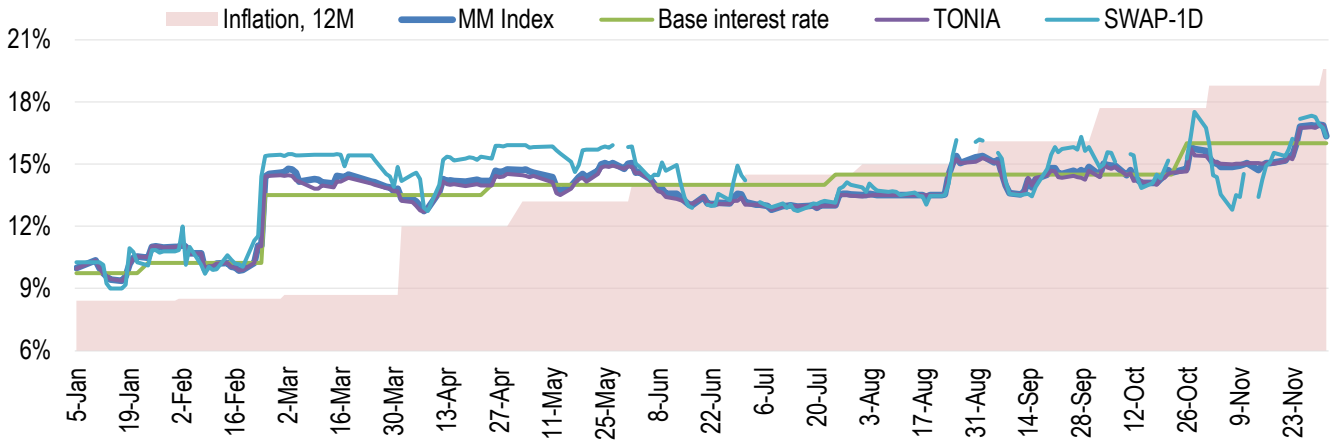


Retail investors & non-residents, %

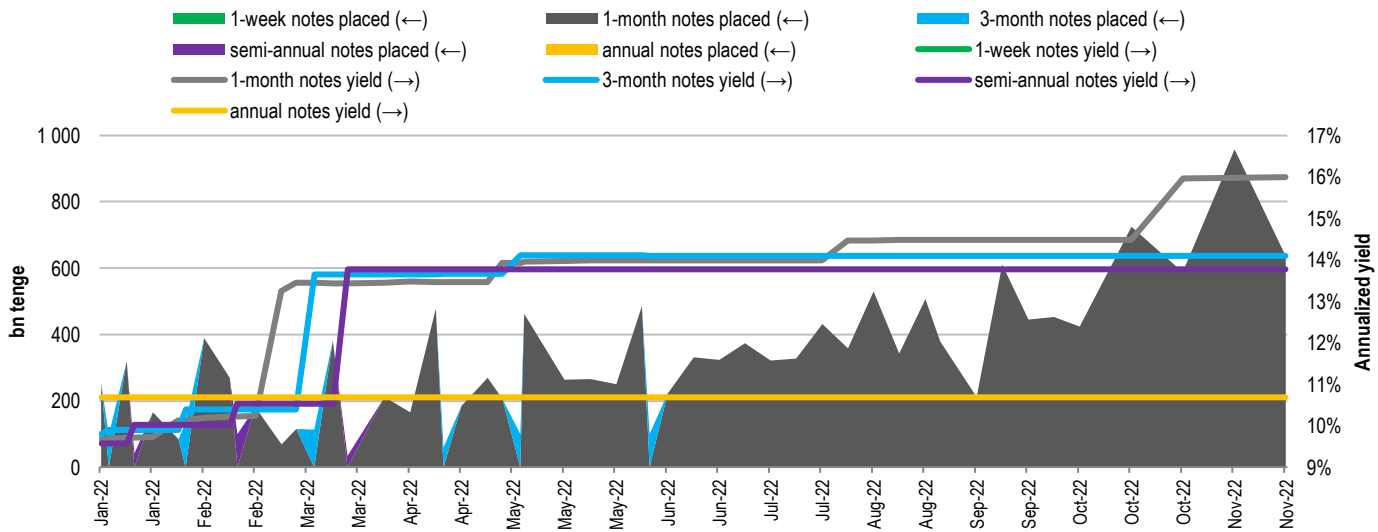


The yield on one-day REPO transactions with government securities (GS) (TONIA) from November 25 to December 2 decreased from 16.75 % to 16.36 % per annum. For comparison, inflation in Kazakhstan in November reached 19.6 % in annual terms. The rate of borrowing the tenge secured by US dollars for a period of one day (SWAP-1D (USD)) during the period under review decreased from 17.2 % to 16.31 % per annum, which indicates a decrease in demand for short-term tenge liquidity after the end of the "quarterly tax week".

Inflation and interest rates

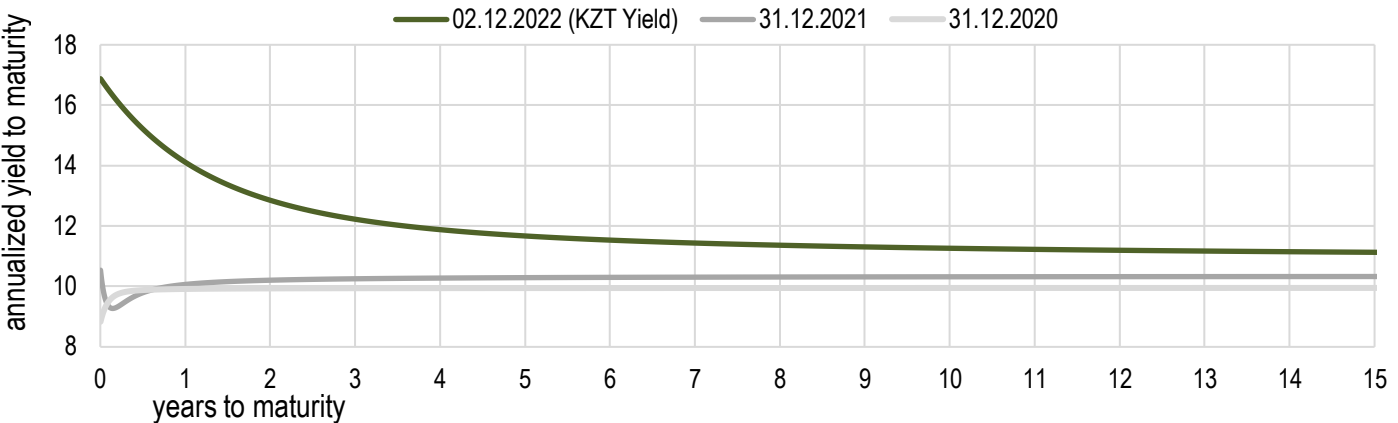


Main Features of National Bank Notes Placements



* weighted average yield on all currency swap transactions with the US dollar.

Risk-free yield curve (non-indexed GS)



As a result of November, the tenge depreciated by 0.14 % to 468.90 tenge per US dollar. The average daily trading volume on Kazakhstan Stock Exchange during the month increased from 121 to 132 mln US dollars. The total trading volume was \$2.9 bn. Despite the decline in oil prices, the foreign exchange market was balanced in terms of supply and demand, mainly due to the "quarterly tax week" factor.

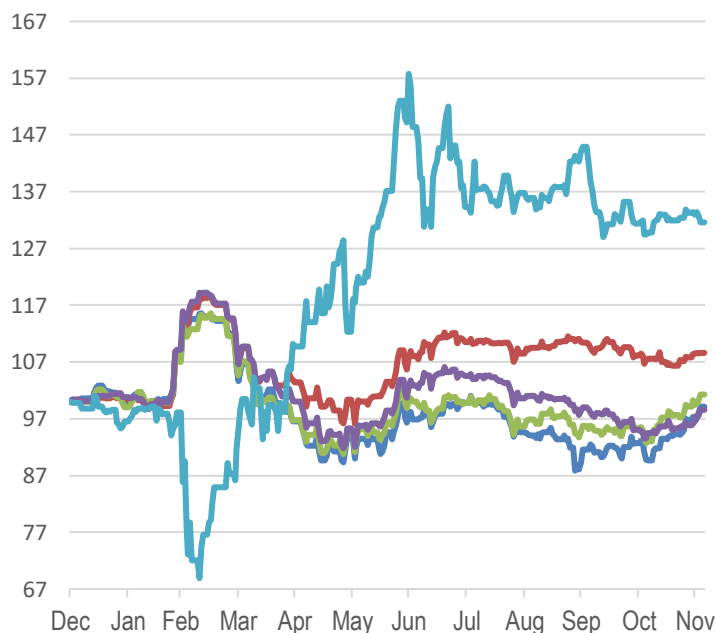
Sales of foreign exchange earnings by entities of the quasi-public sector during the past month amounted to about \$500 mln. Quasi-public sector companies independently carry out sales on the foreign exchange market through second-tier banks.

Sales of foreign currency to ensure transfers from the National Fund to the republican budget in November amounted to 70 mln US dollars. The share of sales from the National Fund amounted to 2.4 % of the total trading volume and no more than 10 mln US dollars per day. When carrying out operations with the funds of the National Fund, the National Bank observes the principle of market neutrality, which implies regular and uniform sales of foreign currency. This practice allows minimizing the impact of the National Fund's operations on the foreign exchange market.

In November, the National Bank did not conduct foreign exchange interventions, and also did not conduct operations to buy or sell foreign currency for the pension assets of the UAPF and other funds held in trust.

In the short run, the tenge volatility will depend on changes in the geopolitical situation, expectations of domestic participants and the situation on world markets. The National Bank will continue to adhere to the flexible exchange rate regime, which eliminates the accumulation of imbalances and ensures the safety of gold and foreign exchange reserves.

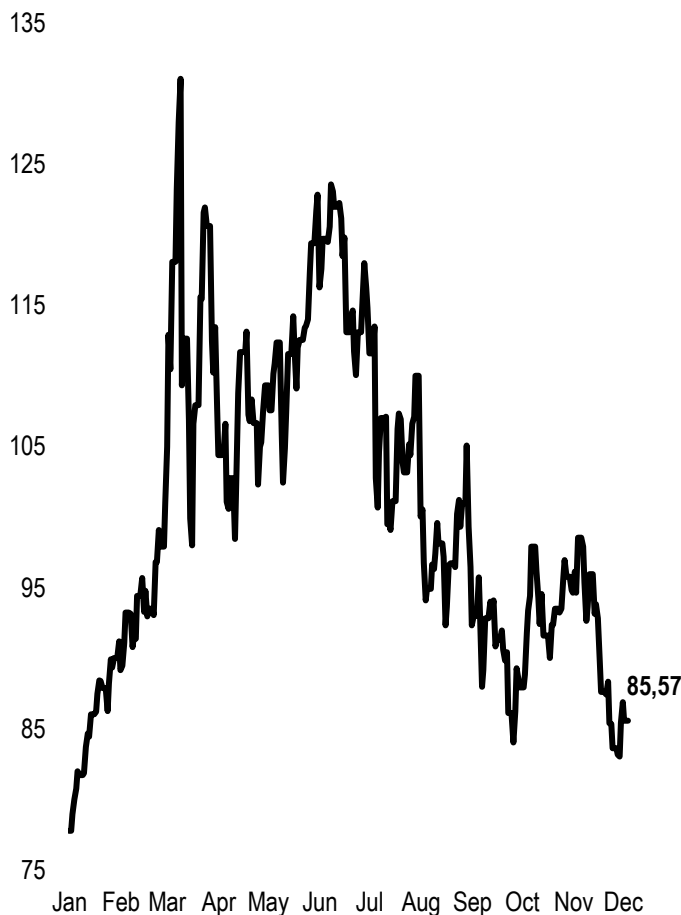
FX rates



— GBPKZT — USDKZT — EURKZT
— CNYKZT — RUBKZT







	Price	Δ 7d, %	Δ 30d, %	Δ 2022, %
— GBPKZT	575,63	2,40	5,82	-2,05
— USDKZT	468,98	0,77	0,48	8,52
— EURKZT	493,74	2,10	5,62	0,26
— CNYKZT	66,79	2,83	3,17	-2,42
— RUBKZT	7,59	-1,30	0,66	32,76

**Brent oil
USD/barrel**



Note: The chart and the table are based on the official market rates of the NBK. NBK rates may differ from KASE rates.

Global indices

Name	Value	Trend %			Futures
		7D	1M	1Y	7D
 S&P 500	4 071,70	1,1	8,3	-11,0	1,1
Dow Jones	34 429,88	0,2	7,1	-0,6	0,3
 RTS	1 107,55	-2,9	-0,1	-34,5	-2,3
MICEX	2 285,53	0,0	0,0	0,0	-2,3
 Hang Seng	18 675,35	6,3	18,0	-21,5	6,8
SS CSI 300	3 870,95	2,5	5,3	-20,3	2,7
 Euro Stoxx 50	3 977,90	0,4	9,8	-3,2	0,5
FTSEuroFirst	4 662,50	0,9	8,2	2,1	0,9
 FTSE 100	7 556,23	0,9	5,8	6,0	0,9
 KASE	3 108,47	1,2	-0,5	-15,5	

Commodities market

December 2, 2022

Name	Price	Trend %		
		7D	1M	1Y
Oil (Brent)	85,57	2,3	-11,0	22,8
Oil (WTI)	79,98	4,9	-11,1	20,3
Natural gas	6,28	-10,6	0,2	54,9
Copper	384,80	6,1	10,9	-10,5
Iron	768,50	2,3	18,4	26,9
Gold	1 797,63	2,4	9,9	1,6
Silver	23,04	7,5	17,6	3,4
Wheat	737,25	-4,9	-12,9	-8,6

Calendar of economic events

Currency

Forecast

Previous

05.12	<u>ECB President Lagarde to give a speech 05.12 and 08.12.2022</u>	EUR		
05.12	<u>ISM Non-Manufacturing Purchasing Managers Index (Nov)</u>	USD	53.3	54.4
06.12	<u>Short-term forecast of the situation in the energy markets from the EIA</u>	USD		
07.12	<u>Crude oil reserves</u>	USD	-3.884M	-12.580M
08.12	<u>GDP (q/q) (Q3)</u>	JPY	-0.3%	-0.3 %
08.12	<u>Number of Initial Claims for Unemployment Benefits</u>	USD	230K	225K
09.12	<u>Producer Price Index (PPI) (MoM) (Nov)</u>	USD	0.2%	0.2 %

Note: the calendar contains the most significant economic events of the current week according to KASE analysts opinion

B – billions
M – millions
K – thousands

Kazakhstan statistics

Value

As of

Previous month

Annual inflation	19,6%	01.12.22	18,8%
Gross international reserves of NBK, USD bn	33,9	01.12.22	33,0
Reserve money, KZT bn	11 719,9	01.12.22	12 374,4
Money supply, KZT bn	33 311,6	01.11.22	32 466,1

Kazakhstan credit ratings

Rating

Date

Previous

S&P Global

BBB-/A-3 negative

02.09.22

BBB-/A-3 stable

MOODY'S

Baa2/stable

11.08.21

Baa3/positive

FitchRatings

BBB/stable

02.12.22

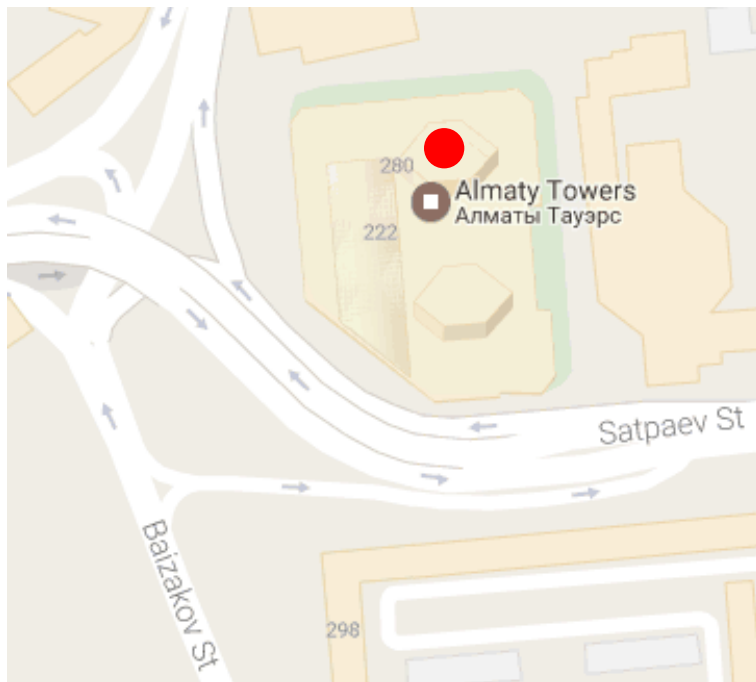
BBB/stable

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Corporate Events Calendar of KASE listed Companies

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